## 00974

1988/08/03

PRIORITY - GENSER MESSAGE - 7055 CHARS - AMHS MSG NBR: 360-11013 REFERENCE FROM COMIPAC HONOLULU HI SSN 0 AT 03 0153Z AUG88 SUBJ: IPAC DAILY INTELLIGENCE SUMMARY 148-88 (U) (DIPS REC. I.D. PN 001) (U) (U) INDIVIDUAL ITEMS MAY BE FURTHER DISSEMINATED TO U.S. INTEL-LIGENCE USERS BASED ON CLASSIFICATION AND NEED TO KNOW. REQUESTS TO RELEASE/DISCLOSE ANY INFORMATION CONTAINED IN THIS SUMMARY TO A FOREIGN GOVERNMENT SHOULD BE FORWARDED TO COMIPAC FOR APPROVAL IN ACCORDANCE WITH CURRENT NATIONAL DISCLOSURE POLICY. (U) FURWARD WITHOUT SERVICE. INFORMATION PERISHABLE. /-/-/-/-/-/-/-/-/ (U) THE SECURE TELEPHONE NUMBER FOR IPAC ANALYSTS IS 6223, UNLESS OTHERWISE INDICATED. (S/NF/WN) (2)(U) (C) CHARLES (3)(U) CHILLI (5)(U) (6)(7)(8) (S/NF/WN) (9) (S/NF/WN) (U) IN-AREA: (1)(S/NF/WN)

3-AUG-88

17:08:54S PAGE

CHINA: PLA CIVILIAN CADRE SYSTEM BEGUN
CHINA FORMALLY TRANSFERED 100,000 ACTIVE DUTY MILITARY
OFFICERS—SCIENTISTS, TEACHERS, AND DOCTORS—TO CIVILIAN PLA POSTS
ON 01 AUG. THE NEW CADRE, LARGELY FROM THE GENERAL LOGISTICS DEPART—
MENT, IS ORGANIZED INTO TWO CATEGORIES, PROFESSIONAL/TECHNICAL AND
ADMINISTRATIVE/LOGISTIC. THE CIVILIAN SYSTEM IS INTENDED TO PROVIDE
STABILITY TO SPECIALIZED AND TECHNICAL AREAS WITHIN THE PLA AND.IS A
MAJOR STEP IN THE PLA'S MODERNIZATION REFORM PROCESS. IT IS A PRE—
CURSOR TO IMPLEMENTATION OF A NATIONAL CIVIL SERVICE SYSTEM.

(4) (U) CHINA: PRESS HINTS OF LEADERSHIP CHANGE
(U) HONG KONG JOURNALS SUGGEST THERE MAY BE A CHANGE IN THE
CHINESE LEADERSHIP AND NOTE PARTY LEADER ZHAO OR ANOTHER MAJOR
FIGURE WILL LEAVE. THE SPECULATION IS BASED UPON INCONCLUSIVE
RESULTS OF A RECENT PARTY MEETING AT THE ANNUAL SUMMER RETREAT.
AND PARTY CONSERVATIVES CRITICIZED COASTAL ECONOMIC DEVELOPMENT AND
THE NEED FOR PRICE REFORM. ZHAO AND HIS GROUP MAY SLOW THE PACE OF
CHANGE, BUT THEIR LEADERSHIP PROBABLY IS NOT SERIOUSLY THREATENED.

